

## Request for City Council Committee Action From the City Attorney's Office

Date: To: Referral to	October 9, 2012 Ways & Means/Budget Committee
Subject:	Riley B. Housley, III v. City of Minneapolis Court File No.: 27-CV-11-17288
of \$63,000. Fund/Org. (	<b>Idation</b> : That the City Council approve the settlement of this case by payment 00 payable to Riley B. Housley, III and his attorney, R. Donald Hawkinson, from 06900-1500100-145690 and authorize the City Attorney's Office to execute any necessary to effectuate settlement.
Previous D	virectives: None
Prepared by	7: Thomas J. Miller Phone: (612) 673-2897
Approved b	y: Man L. Segal City Attorney
Presenter in	Committee: Susan L. Segal, City Attorney
Financial I	mpact:(Check those that apply)
No fina	ncial impact (If checked, go directly to Background/Supporting Information).
Action	requires an appropriation increase to the Capital Budget or ng Budget.
Action	provides increased revenue for appropriation increase.
	requires use of contingency or reserves.
Busines plan	ss Plan: Action is within the plan Action requires a change to
<u>X</u> Other fi	nancial impact (Explain): \$63,000.00 from Fund/Org. 06900-1500100-145690
	provided to department's finance contact when provided to the Committee

**Community Impact:** 

Other

## **Background/Supporting Information:**

On February 11, 2011, a City water main ruptured on Lowry Avenue between Second and Third Street Northeast. The street in that area buckled releasing water into the basements of some homes and businesses. The claimant, Riley B. Housley, III, owns a mixed-use building located at 204 Lowry Avenue Northeast. The building is a home and business location for Mr. Housley. The street level of the building and the basement were impacted by the rupture. The building sustained mold, structural and personal property damage and loss of business use time.

Following exhaustive negotiations, we have reached a tentative settlement of Mr. Housley's property damage claim against the City in the amount of \$63,000.00. This proposed settlement has been discussed with the Public Works Department and they are in agreement with the terms. We believe that the settlement is in the best interests of the City and recommend approval by this Committee.

TJM / 11-18075